

7-1-2013

Fiscal News, July 2013

Maine State Legislature

Office of Fiscal and Program Review

Grant T. Pennoyer

Maine State Legislature, grant.pennoyer@legislature.maine.gov

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Recommended Citation

Maine State Legislature; Office of Fiscal and Program Review; and Pennoyer, Grant T., "Fiscal News, July 2013" (2013). *Office of Fiscal and Program Review*. Paper 8.
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FISCAL NEWS

MONTHLY NEWSLETTER OF THE OFFICE OF FISCAL AND PROGRAM REVIEW

JULY 2013

Volume 7 Number 7

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Questions or Comments regarding
specific sections contact:

Grant T. Pennoyer, Director
Office of Fiscal and
Program Review
5 State House Station
Augusta, Maine 04333-0005
Telephone: (207) 287-1635

grant.pennoyer@legislature.maine.gov

www.maine.gov/legis/ofpr/

The Office of Fiscal and Program Review (OFPR) is a nonpartisan staff office of the Legislative Council providing budget, tax and general fiscal research and analysis for the Maine State Legislature.

**Month In Review**

General Fund revenue ended FY 2013 with another strong performance in June and posted a \$46.0 million or 1.5% positive variance for the fiscal year. Individual income tax collections were once again higher than projected and represented more than half of the revenue surplus. The Estate Tax was the other major contributor to the surplus, largely due to a single, very large estate tax payment. The revenue surplus when combined with lapsed appropriation balances and other accounting adjustments resulted in FY 2013 year-end transfers through the so-called "Cascade" of nearly \$58 million; \$42 million of which was transferred into the Maine Budget Stabilization Fund.

Highway Fund revenue also ended with a positive variance in June that resulted in a revenue surplus for the fiscal year of \$3.4 million or 1.1%. That revenue surplus plus lapsed Highway Fund allocation balances and other accounting adjustments will mean that \$6.4 million will be available for transfer to the Department of Transportation for highway and bridge improvement projects in FY 2014.

The average balance in the cash pool was sufficiently healthy in FY 2013 to avoid external cash flow borrowing. However, the \$98.5 million of interfund borrowing to help balance the General Fund in FY 2014 will erode the State's cash balances over the course of FY 2014. This will be partially mitigated by some improved General Fund reserve fund balances as a result of the FY 2013 Year-end Cascade transfers.

Although Maine Public Employees Retirement System (MainePERS) investments were down 0.7% for the last quarter, they ended the fiscal year up 11.1%, which was well above the average assumed rate of return built into the actuarial assumptions.

State operating fund expenditures for FY 2013 declined by 1.6% compared with FY 2012 led by declining expenditures in Federal Funds and the General Fund. Highway Fund and Other Special Revenue Funds (dedicated revenue accounts) expenditures increased. The net effect of some one-time unusual expenditures in MaineCare and a school subsidy deferral help explain much of the General Fund decline in FY 2013.

Despite declining caseload, FY 2013 MaineCare total spending increased by 2.8%. Although MaineCare General Fund spending appeared to decline modestly, it too showed 2.3% growth after adjusting for some significant one-time payments. The additional, emergency General Fund appropriations provided to address a shortfall for the last 2 weekly MaineCare cycle payments in FY 2013 proved to be more than enough. The MaineCare program ended the fiscal year with a balance of more than \$11 million available to carry forward from FY 2013 to FY 2014.



General Fund Revenue Update

Total General Fund Revenue - FY 2013 (\$'s in Millions)

	Budget	Actual	Var.	% Var.	Prior Year	% Growth
June	\$468.0	\$495.8	\$27.8	5.9%	\$469.7	5.6%
FYTD	\$3,048.3	\$3,094.4	\$46.0	1.5%	\$3,015.5	2.6%

General Fund revenue had another strong performance in month of June with a \$27.8 million positive variance and ended FY 2013 with a total positive variance of \$46.0 million (1.5%) and a growth rate of 2.6% over FY 2012.

The most significant contributor to the FY 2013 positive variance was the Individual Income Tax, which ended FY 2013 over budget by \$26.9 million. Much of this variance is one-time in nature and is related to tax year 2012 income, which was positively affected by upper income taxpayers' behavior to avoid adverse tax law changes. However, withholding payments, which are the best current measure of income tax performance, have been running ahead of budget and, through the first half of tax year 2013, were \$11.5 million ahead of projections.

There were two other significant contributors towards the FY 2013 positive variance, again both

Primarily one-time in nature. The first was a very large estate tax payment in FY 2013, which was the primary reason for a \$8.9 million positive variance in the Estate Tax category. The other contributor was the year-end transfer from balances related to unclaimed property, which transferred \$4.8 million or 80% more than projected.

An area of recent concern has been the Sales and Use Tax. Sales tax collections ended FY 2013 with rather anemic growth of 0.6% over FY 2012 and were just slightly ahead of projections. That modest positive variance was only after the FY 2013 budgeted target for this category was lowered by \$22.1 million in the May 2013 revenue forecast. The forecast of FY 2014 Sales and Use Tax revenue assumes a return to a more normal growth rate for this category of around 4%. Preliminary data for July indicate this category is very close to budget. This is encouraging, particularly in light of June's rather dismal weather to open the tourism season.

Highway Fund Revenue Update

Total Highway Fund Revenue - FY 2013 (\$'s in Millions)

	Budget	Actual	Var.	% Var.	Prior Year	% Growth
June	\$44.8	\$45.6	\$0.7	1.6%	\$46.4	-1.8%
FYTD	\$315.4	\$318.8	\$3.4	1.1%	\$317.2	0.5%

Highway Fund revenue was over budget by \$0.7 million in June and ended FY 2013 with a positive \$3.4 million variance. While FY 2013 ended the fiscal year with a positive 0.5% growth rate over FY 2012, it was only the result of the significant one-time title fee revenue received in October. Projections for FY 2014 assume a decline in total Highway Fund revenue of 2.6%. This decline is much greater than the long-term projected decline in Highway Fund revenue as a result of the unusual one-time FY 2013 collections.

The Fuel Taxes category had a strong performance in June and was \$1.2 million over budget for the month and for FY 2013. This positive variance was posted

only after the May 2013 revenue forecast adjusted FY 2013 projections for this broad category downward by \$3.6 million.

Fuel tax collections declined 2.2% in FY 2013 and are currently projected to decline by 1.5% in FY 2014, which will continue to put pressure on the Highway Fund budget.

Although the Motor Vehicle Registration and Fees category was under budget in June, this was largely due to a major collection effort in May. The positive variance built up through May was more than sufficient to offset June's shortfall and this category ended FY 2013 with a \$1.5 million positive variance.

***FY 2013 Year-end Cascade Transfers***

At the close of each fiscal year, the amount of the available General Fund balance in the unappropriated surplus account is distributed to various reserves and for other special purposes based on statutory provisions. The balance "available" for distribution is only the amount above the budgeted General Fund ending balance for the fiscal year being closed. The primary sources of the "available" amounts for the "Cascade" distributions are actual revenue above the budgeted amounts and any unexpended General Fund appropriation balances that lapse to the unappropriated surplus that are unbudgeted. Other accounting adjustments may add to or reduce the amount of the uncommitted funds available for the statutory transfers.

Although not officially released by the Office of the State Controller, the table below presents a preliminary summary of the sources and uses of the FY 2013 uncommitted funds. The \$46.0 million revenue variance, the \$6.2 million of unbudgeted lapsed appropriation balances and \$5.7 million of various other accounting adjustments increased the General Fund ending balance \$57.9 million above the \$7.7 million budgeted ending balance for FY 2013. Per the statutory provisions, all of this \$57.9 million was distributed at the close of the fiscal year.

The FY 2013 Year-end Cascade provisions were amended earlier this past legislative session to

significantly increase the amount that is transferred to the Maine Budget Stabilization Fund. After fixed dollar transfers to replenish the Governor's Contingent Account, increase the Loan Insurance Reserve at the Finance Authority of Maine and fund the estimated cost-of-living adjustment for retired state employees and teachers, 80% of the remaining amounts available for transfer or \$42.1 million was transferred to the Maine Budget Stabilization Fund. However, after netting out a \$27.0 million budgeted transfer from this fund to the General Fund, the net increase in the Maine Budget Stabilization Fund balance for FY 2013 was only \$15.1 million.

The FY 2013 Cascade also transfers for the first time \$4.0 million to the Tax Relief Fund for Maine Residents for future income tax reductions.

The Highway Fund also has a statutory year-end transfer provision that transfers all but \$100,000 of the increase in its uncommitted balance to the Department of Transportation for highway and bridge improvement projects in the next fiscal year. The amounts that will be available in FY 2014 will be \$6.4 million: \$3.4 million from the FY 2013 Highway Fund revenue variance; \$2.8 million from Highway Fund lapsed allocation balances; and \$0.2 from various other accounting adjustments. Again, this represents preliminary year-end reporting, not yet officially released.

FY 2013 Preliminary General Fund Year-end Summary		
Sources of General Fund Year-end Surplus:		
General Fund Revenue Variance		\$46,041,752
Unbudgeted Lapsed Balances		\$6,161,936
Other Accounting Adjustments Increasing (Decreasing) Balance		\$5,740,728
Total Increase in Uncommitted Unappropriated Surplus		<u>\$57,944,416</u>
Uses of General Fund Year-end Surplus:		
Fixed Dollar Transfers		
Replenish Contingent Account up to \$350,000 (5 MRSA § 1507)		(\$262,000)
Transfer to Loan Insurance Reserve up to \$1,000,000 (5 MRSA § 1511)		(\$1,000,000)
Transfer to Retirement Reserve up to \$4,100,000 (5 MRSA § 1522)		(\$4,100,000)
Percentage Transfers of Remaining Surplus after Fixed Dollar Transfers		
Maine Budget Stabilization Fund	80%	(\$42,065,933)
Reserve for General Fund Operating Capital	5.0%	(\$2,629,121)
Retiree Health Internal Service Fund	3.5%	(\$1,840,384)
Capital Construction & Improvements Reserve Fund	3.8%	(\$1,998,132)
Tax Relief Fund for Maine Residents	7.7%	(\$4,048,846)
Total Closing Transfers		<u>(\$57,944,416)</u>

**Cash Update**

The average total cash pool balance for June was \$512.2 million: \$18.7 million lower than May; \$23.1 million higher than last June and \$76.4 million less than the 10-year average balance for June of \$588.6 million.

June's average for General Fund internal borrowing was \$54.0 million less than June 2012, but increased by \$11.2 million from the May 2013 average. This internal borrowing is likely to increase substantially over the course of FY 2014. As was the case with the 2012-2013 biennium, the 2014-2015 biennial General Fund budget for the 2014-2015 relies on borrowing from Other Special Revenue funds to provide the resources to balance the first year of the biennium. In FY 2014, the \$98.5 million higher level of spending supported by the one-day borrowing will degrade the General Fund cash position over the course of FY 2014 before recovering in FY 2015.

Providing a modest offset to the negative effects of the borrowing to balance the budget will be the increased General Fund reserve balances as a result of the FY 2013 Year-end Cascade transfers. The Maine Budget Stabilization Fund balance increased by roughly \$15.1 million at the close of FY 2013 after netting out the budgeted transfer to the General Fund and the ending balance in the Reserve for Operating Capital increased by \$2.6 million.

Summary of Treasurer's Cash Pool**June Average Daily Balances**

Millions of \$'s

	2012	2013
General Fund (GF) Total	\$39.2	\$48.6
General Fund (GF) Detail:		
Budget Stabilization Fund	\$44.8	\$44.6
Reserve for Operating Capital	\$17.1	\$17.1
Tax Anticipation Notes	\$0.0	\$0.0
Internal Borrowing	\$183.3	\$129.3
Other General Fund Cash	(\$206.0)	(\$142.5)
Other Spec. Rev. - Interest to GF	(\$8.2)	\$44.9
Other State Funds - Interest to GF	\$19.9	\$18.3
Highway Fund	\$47.2	\$37.4
Other Spec. Rev. - Retaining Interest	\$58.1	\$76.0
Other State Funds	\$228.2	\$180.1
Independent Agency Funds	\$104.6	\$106.9
Total Cash Pool	\$489.0	\$512.2

MainePERS Investment Update

Maine Public Employees Retirement System (MainePERS) investments were down 0.7% for the quarter but up 11.1% over the previous one year period. The total plan assets decreased \$200 million for the quarter, from \$11.4 billion as of April 30, 2013 to \$11.2 billion as of June 30, 2013.

For the quarter ending June 30, 2013, US stocks were up 2.9% while international stocks returned a negative 2.9% and US bonds declined 4.5%. During that same time period, approximately 90% of MainePERS asset allocation was in US Stocks (34.5%), US Bonds (25.6%), International Stocks (24.2%), and Real

Estate(5.7%), with the balance in Other, Infrastructure, Private Equity and Cash.

The table below has the long-term return information as of June 30, 2013. Over the past 30 years, the fund has had an average return of 8.7% per year. It is important to realize that quarterly and annual performance can deviate significantly from this long-term average in any given year and will not affect the rates for the 2014-2015 biennium, which were established based on the returns and value of plan assets as of June 30, 2012.

Long-Term Performance ending June 30, 2013					
(annualized performance)					
	1 Year	3 Years	5 Years	10 Years	30 Years
Total Fund	11.1%	11.0%	4.3%	6.9%	8.7%

**Expenditures Update**

Expenditures in the State's operating funds declined 1.6% compared with FY 2012. Federal Funds and General Fund expenditures declined by 3.6% and 1.5%, respectively, while Highway Fund expenditures increased by 1.0% and Other Special Revenue Funds expenditures (dedicated revenue accounts) increased by 2.9%.

The decline of General Fund expenditures was due almost entirely to changes in spending in the Departments of Education and Health and Human Services. Much of the decline in the Department of Education was related to General Purpose Aid for Local Schools, which included an \$18.5 million

deferral of portion of the June 2013 school subsidy payment until July. For the Department of Health and Human Services, some significant one-time General Fund MaineCare expenditures in FY 2012 and FY 2013 account for \$20.0 million of the department's \$25.3 million decline of expenditures from FY 2012 to FY 2013.

As noted earlier in this issue, some significant one-time title fee revenue provided the resources for a \$3.1 million or 1.0% increase in Highway Fund expenditures in FY 2013. Most of this increase, 3.0 million, was allocated to the Department of Transportation.

Operating Funds - Expenditures through Close of Fiscal Year

Operating Funds:	FY 2012	FY 2013	% Change
General Fund	\$3,087,289,656	\$3,040,965,276	-1.5%
Highway Fund	\$314,187,693	\$317,286,359	1.0%
Other Special Revenue Funds	\$945,185,854	\$972,748,895	2.9%
Federal Funds	\$2,659,318,998	\$2,562,739,045	-3.6%
Total Operating Funds	\$7,005,982,201	\$6,893,739,575	-1.6%
General Fund Expenditures by Major Department			
Education	\$1,107,092,684	\$1,087,151,776	-1.8%
Health and Human Services	\$1,105,080,250	\$1,079,792,709	-2.3%
Corrections	\$133,387,451	\$132,551,237	-0.6%
Administrative and Financial Services	\$118,652,925	\$119,297,735	0.5%
Other Departments and Agencies	\$623,076,347	\$622,171,819	-0.1%
Highway Fund Expenditures by Major Department			
Transportation	\$251,975,515	\$254,949,226	1.2%
Secretary of State	\$29,906,136	\$31,106,193	4.0%
Public Safety	\$28,633,698	\$28,584,309	-0.2%
Other Departments and Agencies	\$3,672,345	\$2,646,630	-27.9%

**MaineCare Update****MaineCare Expenditures 2013**

MaineCare Table 1 summarizes and compares MaineCare and Related expenditures to appropriations and allotments for FY 2013 by program. MaineCare and Related appropriations of \$655.6 million for FY 2013 provided through the 125th Legislature were increased to \$772.5 million during the first session of the 126th Legislature in the supplemental (PL 2013, c. 1) and biennial (PL 2013 c. 368) budget bills. Total allotment available for these programs also included carryover funds from FY 2012 resulting in \$783.4 million in total available resources for FY 2013 (*note: differences between appropriations and allotments for individual programs were significant reflecting the DHHS using its authority to transfer allotment between MaineCare programs*). Expenditures totaled \$771.7

million leaving an allotment balance of \$11.7 million for FY 2013, which will carry forward for use in these programs in FY 2014. MaineCare Table 2 summarizes MaineCare and Related expenditures by service area for the last three fiscal years. The growth in total spending (all state and federal dollars) from FY 2012 to FY 2013 of 2.8%, included increases in the hospital services (i.e., from the continued implementation of the new hospital payment system), one-time hospital settlements, residential care, clinic services, mental health services and rehabilitation services expenditure categories. Significant decreases in expenditures occurred in the pharmacy and related, Medicare crossover payments, home and community-based care waivers, medical professionals and the case management expenditure categories.

MaineCare Table 1 - FY 2013 General Fund Appropriations/Expenditures Summary

(\$'s millions)

MaineCare and Related Programs		2012-13 Appropriations			2012-13 Allotment	2012-13 Expenditures	2012-13 Allotment Balance
		Thru 125th	Supps. 126th 1R	Thru 126th 1R			
0147-01	Medical Care - Payments to Providers (MAP)	\$330.4	\$116.7	\$447.1	\$493.6	\$486.3	\$7.2
0148-01	Nursing Facilities	\$80.8	\$0.0	\$80.8	\$55.1	\$54.6	\$0.5
0705-12	Medicaid Services - Mental Retardation	\$24.9	\$0.0	\$24.9	\$17.1	\$16.6	\$0.6
0987-06	Developmental Services Waiver - MaineCare	\$87.6	\$0.0	\$87.6	\$86.2	\$85.6	\$0.6
Z006-01	Developmental Services Supports Waiver	\$12.5	\$0.0	\$12.5	\$11.9	\$11.8	\$0.1
0731-17	Mental Health Services - Child Medicaid	\$37.5	\$0.2	\$37.7	\$41.7	\$41.4	\$0.3
0732-14	Mental Health Services - Community Medicaid	\$37.5	\$0.1	\$37.7	\$26.9	\$26.5	\$0.4
0844-01	Office of Substance Abuse - Medicaid Seed	\$3.9	\$0.0	\$3.9	\$4.2	\$4.2	\$0.0
Z042-01	Traumatic Brain Injury - Medicaid Seed	\$0.1	\$0.0	\$0.1	\$0.1	\$0.1	\$0.0
0733-10	Disproportionate Share - Riverview	\$10.7	\$0.1	\$10.7	\$11.1	\$10.5	\$0.5
0734-15	Disproportionate Share - DDPC	\$5.7	\$0.0	\$5.7	\$6.0	\$5.2	\$0.8
Subtotal MaineCare		\$631.7	\$117.1	\$748.9	\$754.0	\$742.8	\$11.1
0202-01	Drugs for Maine Elderly	\$4.4	\$0.1	\$4.5	\$9.3	\$9.1	\$0.1
Z008-01	Maternal and Child Health Block Grant Match	\$5.2	(\$0.3)	\$4.9	\$5.0	\$4.7	\$0.4
Z009-01	State Boarding Homes	\$14.3	\$0.0	\$14.3	\$15.2	\$15.1	\$0.1
Total MaineCare and Related		\$655.6	\$116.9	\$772.5	\$783.4	\$771.7	\$11.7

**MaineCare Update (Continued)**

Another significant factor that affected FY 2013 expenditures was the increased credits and other offsets in the “16 Other Adjustments” expenditure category. This category reflects financial transactions (e.g., third party liability collections, audit settlements, etc.) that are not assigned to another object of expenditure code.

MaineCare Table 2 also summarizes the MaineCare and Related program General Fund expenditures for

the three year period. In aggregate, General Fund MaineCare and Related expenditures decreased by 0.3% from FY 2012 to FY 2013. However, after adjusting for a significant one-time expenditure in FY 2012 for the targeted case management federal settlement and in FY 2013 for hospital settlement payments, the resulting adjusted General Fund change from FY 2012 to FY 2013 is a 2.3% increase.

MaineCare Table 2 - MaineCare and Related Expenditures Detail*All Funds*

Expenditure Categories	FY 2011	FY 2012	FY 2013	Changes 2012 to 2013	
				\$	%
1 Hospital Services	\$466,048,704	\$500,354,366	\$591,362,030	\$91,007,664	18.2%
1A Hospital Settlements ¹	\$248,527,119	\$0	\$26,332,279	\$26,332,279	na
2 Residential Care	\$453,046,721	\$493,648,537	\$526,804,381	\$33,155,845	6.7%
3 HCBC Waivers	\$292,396,699	\$326,179,988	\$319,031,573	(\$7,148,414)	-2.2%
4 Pharmacy and Related	\$300,528,564	\$335,351,247	\$314,344,977	(\$21,006,270)	-6.3%
5 Medical Professionals	\$154,127,345	\$180,034,475	\$170,100,144	(\$9,934,331)	-5.5%
6 Medicare Crossover Payments	\$62,695,870	\$147,394,418	\$124,397,590	(\$22,996,828)	-15.6%
7 Mental Health Services	\$206,258,150	\$257,148,503	\$275,462,933	\$18,314,430	7.1%
8 Clinic Services	\$48,167,254	\$50,803,543	\$57,027,333	\$6,223,790	12.3%
9 Home Health	\$23,908,113	\$28,942,472	\$30,420,604	\$1,478,132	5.1%
10 Rehabilitation Services	\$11,139,710	\$18,291,698	\$24,861,882	\$6,570,184	35.9%
11 Case Management ²	\$50,724,367	\$71,375,996	\$42,876,277	(\$28,499,719)	-39.9%
12 Certified Seed	\$10,647,875	\$29,662,967	\$24,630,567	(\$5,032,400)	-17.0%
13 Transportation Services	\$48,692,728	\$47,482,314	\$44,424,416	(\$3,057,898)	-6.4%
15 Other Services	\$15,355,577	\$18,613,682	\$15,848,191	(\$2,765,490)	-14.9%
16 Other Adjustments	\$78,102,227	(\$16,059,199)	(\$28,966,941)	(\$12,907,742)	80.4%
All Funds Totals	\$2,470,367,023	\$2,489,225,006	\$2,558,958,238	\$69,733,231	2.8%
General Fund Totals	\$526,068,963	\$774,332,747	\$771,684,091	(\$2,648,656)	-0.3%
One-Time Adjustments ^{1,2}	(\$69,513,035)	(\$29,736,437)	(\$9,671,846)		
General Fund Adjusted Totals	\$456,555,928	\$744,596,310	\$762,012,245	\$17,415,935	2.3%

¹ Includes one-time hospital settlement payments in FY 2011 and FY 2013.

² Includes a one-time \$29.7 million FY 2012 targeted case management federal settlement.



MaineCare Update (Continued)

MaineCare Caseload

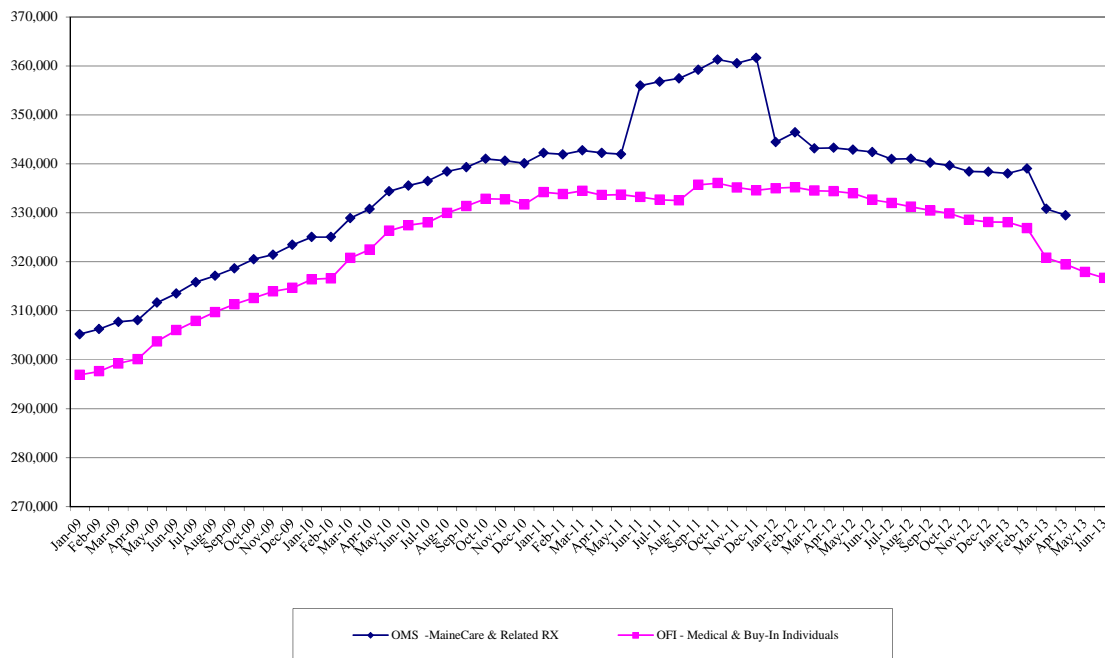
MaineCare caseload data detail for May and June has not yet been released by the Department of Health and Human Services (DHHS) Office of MaineCare Services (OMS). Summary data for May and June released by the DHHS Office of Family Independence (OFI) show aggregate MaineCare caseload continues to decrease. MaineCare Chart 1 shows OMS and OFI aggregate caseload data over time. The two sources count MaineCare caseload differently but, except for the problems with the initial switchover to the Maine Integrated Health Management System (MIHMS) caseload data source (June to December 2011), have

done so consistently. transitional Medicaid coverage. The trend in MaineCare caseload through June reflects the continued freeze in new enrollment in the non-categorical adult waiver and, beginning in March of 2013, the effects of ending MaineCare eligibility for parents with incomes from 133% to 200% of the Federal Poverty Level (FPL). Parents below 150% of

the FPL who lost coverage in March (and their children – at least temporarily) moved to the transitional Medicaid coverage category. Parents above 150% of the FPL who lost coverage did not get transitional Medicaid coverage.

MaineCare Chart 1 - MaineCare Caseload Historical Trend Through June 2013

Office of MaineCare Services (OMS) and Office of Family Independence (OFI) Data



Source of OMS data - WELFRE through May 2011 and MIHMS June 2011 and thereafter; Source of OFI data - Report ID RE-PM001A

General Fund Revenue
Fiscal Year Ending June 30, 2013 (FY 2013)
June 2013 and Final FY 2013 Revenue Variance Report

Revenue Category				Fiscal Year-To-Date					FY 2013 Budgeted Totals
	June '13 Budget	June '13 Actual	June '13 Variance	Budget	Actual	Variance	Variance %	% Change from Prior Year	
Sales and Use Tax	179,398,489	182,161,137	2,762,648	984,910,746	986,747,637	1,836,891	0.2%	0.6%	984,910,746
Service Provider Tax	8,513,901	8,365,658	(148,243)	48,739,710	50,139,878	1,400,168	2.9%	3.9%	48,739,710
Individual Income Tax	166,291,777	174,365,208	8,073,431	1,495,000,000	1,521,862,756	26,862,756	1.8%	6.1%	1,495,000,000
Corporate Income Tax	32,538,601	35,169,072	2,630,471	171,021,732	171,987,073	965,341	0.6%	-25.9%	171,021,732
Cigarette and Tobacco Tax	13,966,295	12,304,126	(1,662,169)	138,180,000	137,951,824	(228,176)	-0.2%	-1.3%	138,180,000
Insurance Companies Tax	25,067,713	24,985,566	(82,147)	80,715,000	79,609,419	(1,105,581)	-1.4%	-4.1%	80,715,000
Estate Tax	23,151,895	33,234,039	10,082,144	70,230,328	79,083,058	8,852,730	12.6%	76.3%	70,230,328
Other Taxes and Fees *	13,458,088	16,303,339	2,845,251	150,894,327	153,796,137	2,901,810	1.9%	16.6%	150,894,327
Fines, Forfeits and Penalties	2,575,210	2,104,573	(470,637)	24,552,639	23,748,503	(804,136)	-3.3%	-5.5%	24,552,639
Income from Investments	59,193	73,802	14,609	83,883	148,434	64,551	77.0%	-4.6%	83,883
Transfer from Lottery Commission	5,052,889	3,946,501	(1,106,388)	52,550,000	52,908,602	358,602	0.7%	-1.6%	52,550,000
Transfers to Tax Relief Programs *	(1,034,800)	(872,071)	162,729	(112,086,562)	(111,674,333)	412,229	0.4%	3.2%	(112,086,562)
Transfers for Municipal Revenue Sharing	(10,099,751)	(10,402,586)	(302,835)	(95,086,810)	(95,974,153)	(887,343)	-0.9%	0.9%	(95,086,810)
Other Revenue *	9,087,996	14,039,289	4,951,293	38,637,097	44,049,007	5,411,910	14.0%	-17.5%	38,637,097
Totals	468,027,496	495,777,655	27,750,159	3,048,342,090	3,094,383,842	46,041,752	1.5%	2.6%	3,048,342,090

* Additional detail by subcategory for these categories is presented on the following page.

General Fund Revenue
Fiscal Year Ending June 30, 2013 (FY 2013)
June 2013 and Final FY 2013 Revenue Variance Report

Revenue Category				Fiscal Year-To-Date					FY 2013 Budgeted Totals
	June '13 Budget	June '13 Actual	June '13 Variance	Budget	Actual	Variance	Variance %	% Change from Prior Year	
Detail of Other Taxes and Fees:									
- Property Tax - Unorganized Territory	1,864,226	3,678,997	1,814,771	13,304,107	13,333,294	29,187	0.2%	24.3%	13,304,107
- Real Estate Transfer Tax	1,874,412	1,835,755	(38,657)	10,842,526	11,667,284	824,758	7.6%	30.6%	10,842,526
- Liquor Taxes and Fees	1,767,698	2,107,720	340,022	20,703,164	21,145,992	442,828	2.1%	0.7%	20,703,164
- Corporation Fees and Licenses	1,193,270	2,052,133	858,863	7,847,099	8,933,147	1,086,048	13.8%	5.1%	7,847,099
- Telecommunication Excise Tax	0	0	0	10,000,000	10,076,113	76,113	0.8%	-7.3%	10,000,000
- Finance Industry Fees	1,906,189	1,905,800	(389)	24,351,990	25,070,880	718,890	3.0%	1.5%	24,351,990
- Milk Handling Fee	73,484	98,734	25,250	2,362,501	2,381,329	18,828	0.8%	19.2%	2,362,501
- Racino Revenue	1,279,186	1,106,052	(173,134)	15,215,449	14,429,212	(786,237)	-5.2%	16.6%	15,215,449
- Boat, ATV and Snowmobile Fees	944,582	837,701	(106,881)	4,763,561	4,444,055	(319,506)	-6.7%	2.4%	4,763,561
- Hunting and Fishing License Fees	1,954,230	1,998,399	44,169	16,214,189	16,078,543	(135,646)	-0.8%	1.3%	16,214,189
- Other Miscellaneous Taxes and Fees	600,811	682,048	81,237	25,289,741	26,236,287	946,546	3.7%	108.4%	25,289,741
Subtotal - Other Taxes and Fees	13,458,088	16,303,339	2,845,251	150,894,327	153,796,137	2,901,810	1.9%	16.6%	150,894,327
Detail of Other Revenue:									
- Liquor Sales and Operations	2,288	4,650	2,362	8,725,209	8,731,159	5,950	0.1%	8.5%	8,725,209
- Targeted Case Management (DHHS)	175,448	424,129	248,681	2,105,386	2,397,591	292,205	13.9%	-48.4%	2,105,386
- State Cost Allocation Program	1,695,414	1,232,925	(462,489)	16,115,330	15,599,487	(515,843)	-3.2%	14.3%	16,115,330
- Unclaimed Property Transfer	6,000,000	10,801,929	4,801,929	6,000,000	10,801,929	4,801,929	80.0%	43.7%	6,000,000
- Toursim Transfer	0	0	0	(9,932,319)	(9,932,319)	0	0.0%	-5.4%	(9,932,319)
- Transfer to Maine Milk Pool	(2,733,109)	(3,000,000)	(266,891)	(4,314,017)	(4,580,908)	(266,891)	-6.2%	-185.8%	(4,314,017)
- Transfer to STAR Transportation Fund	0	0	0	(6,137,811)	(6,137,811)	0	0.0%	-92.0%	(6,137,811)
- Other Miscellaneous Revenue	3,947,955	4,575,655	627,700	26,075,319	27,169,880	1,094,561	4.2%	-19.4%	26,075,319
Subtotal - Other Revenue	9,087,996	14,039,289	4,951,293	38,637,097	44,049,007	5,411,910	14.0%	-17.5%	38,637,097
Detail of Transfers to Tax Relief Programs:									
- Me. Resident Prop. Tax Program (Circuitbreaker)	(1,034,452)	(950,483)	83,969	(43,081,877)	(41,841,767)	1,240,110	2.9%	3.6%	(43,081,877)
- BETR - Business Equipment Tax Reimb.	(348)	76,789	77,137	(47,632,583)	(48,854,458)	(1,221,875)	-2.6%	7.5%	(47,632,583)
- BETE - Municipal Bus. Equip. Tax Reimb.	0	1,623	1,623	(21,372,102)	(20,978,108)	393,994	1.8%	-9.7%	(21,372,102)
Subtotal - Tax Relief Transfers	(1,034,800)	(872,071)	162,729	(112,086,562)	(111,674,333)	412,229	0.4%	3.2%	(112,086,562)
Inland Fisheries and Wildlife Revenue - Total	2,905,215	2,891,872	(13,343)	21,891,335	21,623,304	(268,031)	-1.2%	1.3%	21,891,335

Highway Fund Revenue
Fiscal Year Ending June 30, 2013 (FY 2013)
June 2013 and Final FY 2013 Revenue Variance Report

Revenue Category				Fiscal Year-To-Date					FY 2013 Budgeted Totals
	June '13 Budget	June '13 Actual	June '13 Variance	Budget	Actual	Variance	% Variance	% Change from Prior Year	
Fuel Taxes:									
- Gasoline Tax	32,820,971	33,303,329	482,358	191,710,001	192,107,854	397,853	0.2%	-2.2%	191,710,000
- Special Fuel and Road Use Taxes	6,911,998	7,763,025	851,027	43,680,000	44,654,907	974,907	2.2%	-2.5%	43,680,000
- Transcap Transfers - Fuel Taxes	(1,356,039)	(1,455,250)	(99,211)	(17,294,693)	(17,414,097)	(119,404)	-0.7%	1.9%	(17,294,693)
- Other Fund Gasoline Tax Distributions	(399,392)	(411,422)	(12,030)	(4,794,093)	(4,808,835)	(14,742)	-0.3%	4.1%	(4,794,092)
Subtotal - Fuel Taxes	37,977,538	39,199,683	1,222,145	213,301,215	214,539,829	1,238,614	0.6%	-2.2%	213,301,215
Motor Vehicle Registration and Fees:									
- Motor Vehicle Registration Fees	7,459,965	6,657,562	(802,403)	64,825,773	65,602,936	777,163	1.2%	0.4%	64,825,773
- License Plate Fees	463,407	380,876	(82,531)	3,351,681	3,526,534	174,853	5.2%	1.5%	3,351,681
- Long-term Trailer Registration Fees	446,364	541,095	94,731	9,384,523	9,801,658	417,135	4.4%	3.9%	9,384,523
- Title Fees	1,000,948	1,184,114	183,166	18,749,539	19,182,454	432,915	2.3%	58.9%	18,749,539
- Motor Vehicle Operator License Fees	664,835	710,803	45,968	8,521,255	8,540,242	18,987	0.2%	2.2%	8,521,255
- Transcap Transfers - Motor Vehicle Fees	(4,229,306)	(4,512,920)	(283,614)	(17,047,282)	(17,320,622)	(273,340)	-1.6%	-14.5%	(17,047,282)
Subtotal - Motor Vehicle Reg. & Fees	5,806,213	4,961,529	(844,684)	87,785,489	89,333,202	1,547,713	1.8%	6.9%	87,785,489
Motor Vehicle Inspection Fees	248,560	327,496	78,936	2,982,500	3,495,704	513,204	17.2%	16.6%	2,982,500
Other Highway Fund Taxes and Fees	137,446	192,297	54,851	1,276,365	1,309,810	33,445	2.6%	-3.8%	1,276,365
Fines, Forfeits and Penalties	91,131	87,802	(3,329)	1,039,868	1,030,267	(9,601)	-0.9%	-1.3%	1,039,868
Interest Earnings	(2,155)	22,468	24,623	99,513	105,414	5,901	5.9%	-25.3%	99,513
Other Highway Fund Revenue	556,761	762,019	205,258	8,920,662	9,011,474	90,812	1.0%	4.4%	8,920,662
Totals	44,815,494	45,553,293	737,799	315,405,612	318,825,700	3,420,088	1.1%	0.5%	315,405,612